

- 1. A military and economic conference took place in heriowy vary (Karlabed) in early becember. Experts from the book, Poland, Czechoslovskia, Hungary and Mast-Germany discussed questions related to the further expansion of the KVP. East-Germany represented at the conference by General Vincenz Mueller, General Heinz Horrmann and others.
- 2. Also under discussion at the conference were financial and economic problems connected with the rearmament of West Germany.
- 3. The planned increase of the KVP to a personnel strength of 350,000 soldiers creates problems of personnel which are difficult to solve because of the economic situation in East-Germany and because the recruiting is to be continued on a voluntary basis. The introduction of universal military training is considered inappropriate at the present moment.
- The USSR, Poland, Czechoslovakia and Hungary are to supply the armament material and support the East German economy by supply of goods.
- 5. The expansion of the KVP is to start in the spring of 1955.

		comment. is believed correct that the decisions by the Moscow Conference will be supplemented by conferences of experts. The results of the Karlsbad Conference are still unknown.										It • 50X1-HUM		
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